

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF SOUTH KENTUCKY RURAL)	
ELECTRIC COOPERATIVE CORPORATION TO)	
EXECUTE ITS NOTE TO NATIONAL RURAL)	
UTILITIES COOPERATIVE FINANCE)	CASE NO. 90-341
CORPORATION IN THE AMOUNT OF)	
\$1,573,196)	

O R D E R

On November 5, 1990, South Kentucky Rural Electric Cooperative Corporation ("South Kentucky") filed its application for approval to borrow \$1,573,196 from the National Rural Utilities Cooperative Finance Corporation ("CFC") and to execute its notes for such loan. The proceeds of this loan were to finance South Kentucky's 1990-1991 Work Plan. South Kentucky received a Certificate of Public Convenience and Necessity for the 1990-1991 Work Plan in Case No. 90-037.¹ KRS 278.300(2) requires the Commission to dispose of this application within 60 days unless good cause exists to continue it. The Commission finds that it is necessary for good cause to continue this application.

South Kentucky has advised the Commission that it has not yet received final approval for the CFC loan nor the related Rural Electrification Administration ("REA") loan. It would not be

¹ Case No. 90-037, Application of South Kentucky Rural Electric Cooperative Corporation for a Certificate of Convenience and Necessity to Construct Additional Lines and Facilities, Order dated April 25, 1990.

appropriate for the Commission to rule on the proposed borrowing from CFC until South Kentucky has received such approvals. When South Kentucky has received these approvals, it should notify the Commission and its request for authorization to borrow from CFC will then be considered.

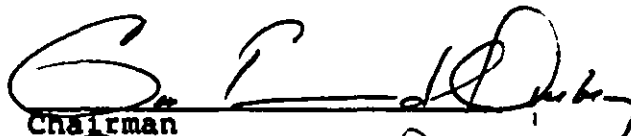
IT IS THEREFORE ORDERED that:

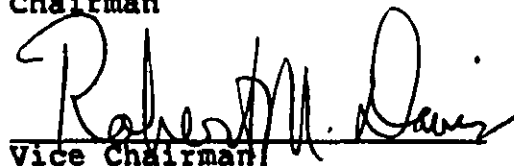
1. The application of South Kentucky to execute its note to CFC in the amount of \$1,573,196 is continued.

2. Within 10 days of its receipt of final loan approval, South Kentucky shall notify the Commission in writing of the final loan approvals received from REA and CFC.

Done at Frankfort, Kentucky, this 14th day of January, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director